



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 17, 1999

Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79702-1150
Attention: Alan W. Bohling

Administrative Order NSL-4233

Dear Mr. Bohling:

Reference is made to your application dated February 18, 1999 for a non-standard gas well location in the Tubb Oil and Gas Pool for Chevron U.S.A. Inc.'s ("Chevron") existing Eaves Well No. 3 (API No. 30-025-10165), which was originally drilled by Gulf Oil Corporation ("Gulf") in 1946 to a total depth of 5,179 feet and completed in the Penrose-Skelly Pool at a standard oil well location 454 feet from the North and East lines (Unit A) of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. In 1979 Gulf deepened this well to a depth of 7,521 feet to test the Wantz-Granite Wash Pool.

It is our understanding that this well's current completion in the Wantz-Abo Pool is to be abandoned and that Chevron will recomplete this well up-hole into the Tubb Oil and Gas Pool upon issuance of this order. Further, the NE/4 of Section 10 is to be dedicated to this well in order to form a standard 160-acre gas spacing and proration unit.

Pursuant to Rule 2(b)1 of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Tubb Oil and Gas Pool*," as promulgated by Division Order No. R-8170, as amended, this location is considered to be unorthodox.

By authority granted me under the provisions of Rule 2(d) of the special rules for the Tubb Oil and Gas Pool, the aforementioned Eaves Well No. 3 located at an unorthodox Tubb gas well location is hereby approved.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery".

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs